

GLOSSARY

Capitalism: An economic and social system in which most trade and industries are privately controlled for profit, rather than by the state.

Common Good: Benefitting a community or society as a whole.

Incentive: A reward that affects decision making.

Opportunity cost: The value of the best alternative given up (Council for Economic Education).

Representative democracy: A type of democracy in which citizens delegate authority to elected representatives (Dictionary.com).

Scarcity: The condition of not being able to have all of the goods and services that one wants (Council for Economic Education).